

CITY OF CIMARRON, KANSAS

**FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT
YEAR ENDED DECEMBER 31, 2019**

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report.....	1
<u>FINANCIAL SECTION</u>	
Statement 1 Summary Statement of Receipts, Expenditures and Unencumbered Cash	4
Notes to the Financial Statement	6
<u>REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION</u>	
Schedule 1 Summary of Expenditures – Actual and Budget.....	14
Schedule 2 Schedule of Receipts and Expenditures	
2-1 General Fund	15
<u>Special Purpose Funds</u>	
2-2 Library Fund.....	18
2-3 Special Park and Recreation	19
2-4 Special Highway Fund	20
2-5 Transient Guest Tax Fund	21
2-6 PBC Sales Tax Fund	22
2-7 Non-Budgeted Special Purpose Funds.....	23
<u>Bond and Interest Fund</u>	
2-8 Bond and Interest Fund	24
<u>Trust Fund</u>	
2-9 Pearl Luther Endowment Fund	25
<u>Business Funds</u>	
2-10 Light Enterprise Fund.....	26
2-11 Water Enterprise Fund.....	27
2-12 Trash Enterprise Fund	28
2-13 Sewer Enterprise Fund	29
2-14 Sewer Plant Replacement Fund	30
<u>Related Municipal Entity</u>	
2-15 Cimarron City Library	31

Kennedy
McKee & Company LLP Certified Public Accountants

1100 W. Frontview
P. O. Box 1477
Dodge City, Kansas 67801
Tel. (620) 227-3135
Fax (620) 227-2308
www.kmc-cpa.com

JAMES W. KENNEDY, CPA
ROBERT C. NEIDHART, CPA
PATRICK M. FRIESS, CPA
JOHN W. HENDRICKSON, CPA

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and City Council
Cimarron, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of the City of Cimarron, Kansas and its related municipal entity, the Cimarron City Library (collectively referred to as the Municipal Financial Reporting Entity), as of and for the year ended December 31, 2019, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note A; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note A, the financial statement is prepared by the Municipal Financial Reporting Entity on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Municipal Financial Reporting Entity as of December 31, 2019, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of the Municipal Financial Reporting Entity as of December 31, 2019, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget and individual fund schedules of regulatory basis receipts and expenditures (Schedules 1 and 2 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the Municipal Financial Reporting Entity as of and for the year ended December 31, 2018 (not presented herein), and have issued our report thereon dated September 18, 2019, which contained an unmodified opinion on the basic financial statement. The 2018 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link: <https://admin.ks.gov/offices/oar/municipal-services/municipal-audits>. The 2018 actual column (2018 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures for year ended December 31, 2019 (Schedule 2 as listed in the table of contents), is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2018 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2018 basic financial statement. The 2018 comparative information was subjected to the auditing procedures applied in the audit of the 2018 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2018 basic financial statement or to the 2018 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2018 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2018, on the basis of accounting described in Note A.

Kennedy McKee & Company LLP

September 22, 2020

CITY OF CIMARRON, KANSAS

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS**

For the Year Ended December 31, 2019

<u>Fund</u>	<u>Beginning unencumbered cash balance</u>	<u>Prior year canceled encumbrances</u>	<u>Receipts</u>
General fund:			
General	<u>\$ 659,965</u>	<u>\$ -</u>	<u>\$ 1,209,846</u>
Special purpose funds:			
Library	10,735	-	191,476
Special park and recreation	1,344	-	4,458
Special highway	84,783	-	62,514
Transient guest tax	39,745	-	8,828
PBC sales tax	350,351	-	325,576
Special park donation	5,227	-	9,814
Recreation committee	25,439	-	5,945
Community foundation	140	-	635
Equipment reserve	535,324	-	634,546
Capital improvement	<u>503,509</u>	<u>-</u>	<u>275,064</u>
Total special purpose funds	<u>1,556,597</u>	<u>-</u>	<u>1,518,856</u>
Bond and interest fund:			
Bond and interest	<u>146,552</u>	<u>-</u>	<u>264,936</u>
Trust fund:			
Pearl Luther endowment	<u>21,576</u>	<u>-</u>	<u>341</u>
Business funds:			
Light enterprise	631,675	-	1,739,711
Water enterprise	553,787	-	475,362
Trash enterprise	220,610	-	277,778
Sewer enterprise	303,036	-	238,300
Sewer plant replacement	<u>138,131</u>	<u>-</u>	<u>63,600</u>
Total business funds	<u>1,847,239</u>	<u>-</u>	<u>2,794,751</u>
Total City of Cimarron	<u>4,231,929</u>	<u>-</u>	<u>5,788,730</u>
Related municipal entity:			
Cimarron City Library:			
General	124,225	-	242,935
Special purpose fund:			
State aid	<u>498</u>	<u>-</u>	<u>624</u>
Total Cimarron City Library	<u>124,723</u>	<u>-</u>	<u>243,559</u>
Total municipal financial reporting entity	<u>\$ 4,356,652</u>	<u>\$ -</u>	<u>\$ 6,032,289</u>

<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
<u>\$ 1,190,921</u>	<u>\$ 678,890</u>	<u>\$ 41,744</u>	<u>\$ 720,634</u>
183,846	18,365	29	18,394
-	5,802	-	5,802
35,402	111,895	-	111,895
-	48,573	-	48,573
220,475	455,452	-	455,452
-	15,041	-	15,041
1,590	29,794	-	29,794
81	694	-	694
484,510	685,360	-	685,360
112,020	666,553	8,500	675,053
<u>1,037,924</u>	<u>2,037,529</u>	<u>8,529</u>	<u>2,046,058</u>
<u>380,054</u>	<u>31,434</u>	<u>-</u>	<u>31,434</u>
<u>-</u>	<u>21,917</u>	<u>-</u>	<u>21,917</u>
1,738,786	632,600	79,281	711,881
486,470	542,679	63,949	606,628
278,984	219,404	17,438	236,842
155,921	385,415	2,421	387,836
-	201,731	-	201,731
<u>2,660,161</u>	<u>1,981,829</u>	<u>163,089</u>	<u>2,144,918</u>
<u>5,269,060</u>	<u>4,751,599</u>	<u>213,362</u>	<u>4,964,961</u>
239,698	127,462	-	127,462
1,122	-	-	-
<u>240,820</u>	<u>127,462</u>	<u>-</u>	<u>127,462</u>
<u>\$ 5,509,880</u>	<u>\$ 4,879,061</u>	<u>\$ 213,362</u>	<u>\$ 5,092,423</u>

CITY OF CIMARRON, KANSAS**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS**

For the Year Ended December 31, 2019

Composition of cash:

Petty cash	\$ 200
Clerk's petty cash checking	4,999
Operating checking	815,040
Money market checking	369,722
Certificates of deposit	<u>3,775,000</u>
 Total City of Cimarron	 4,964,961
Related municipal entity	<u>127,462</u>
 Total municipal financial reporting entity	 <u><u>\$ 5,092,423</u></u>

The notes to the financial statement are an integral part of this statement.

CITY OF CIMARRON, KANSAS

NOTES TO THE FINANCIAL STATEMENT

December 31, 2019

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the City's financial statement. The financial statement, schedules, and notes are representations of the City's management, which is responsible for their integrity and objectivity.

1. Municipal Financial Reporting Entity

The City of Cimarron is a municipal corporation governed by an elected mayor and five-member council. This regulatory financial statement presents the City of Cimarron (the Municipality) and its related municipal entities. The related municipal entities are included in the City's reporting entity because they were established to benefit the City and/or its constituents.

Public Building Commission. The Commission was authorized by City Ordinance, pursuant to K.S.A. 12-1757 et. seq., and all amendments thereto, and as amended, supplemented, and limited by a City of Cimarron, Kansas Charter Ordinance establishing the composition thereof, and purposes for which established. For financial reporting, the financial activities of the Public Building Commission are accounted for within a budgeted special purpose fund.

Cimarron City Library. The Library provides library services to the community. The Library operates as a separate governing body, but the City levies taxes for the Library and pays most employees' salaries. The City Council approves appointments to the Library Board.

2. Basis of Presentation – Fund Accounting

The accounts of the City are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the City for the year ended December 31, 2019:

REGULATORY BASIS FUND TYPES

General fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund – used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Basis of Presentation – Fund Accounting (Continued)

REGULATORY BASIS FUND TYPES (CONTINUED)

Bond and Interest fund – used to account for the accumulation of resources (including tax levies and transfers from other funds) and payment of general long-term debt.

Trust fund – used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Business fund – funds financed in whole or in part by fees charged to users for goods or services (i.e. enterprise and internal service funds, etc.).

3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

4. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held, and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which receipts are recognized when cash is received, and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for trust funds and the following special purpose and business funds:

Special Park Donation
Recreation Committee
Community Foundation
Equipment Reserve
Capital Improvement
Sewer Plant Replacement

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

5. Special Assessments

Projects financed in part by special assessments are financed through issuance of general obligation bonds of the City and are retired from the Bond and Interest Fund. Special assessments paid prior to the issuance of bonds are recorded as receipts in the appropriate project. Special assessments received after the issuance of bonds are recorded as receipts in the Bond and Interest Fund.

B. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds to have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

B. DEPOSITS AND INVESTMENTS (CONTINUED)

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

Custodial credit risk - deposits. Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2019.

At December 31, 2019, the City's carrying amount of deposits was \$4,964,761 and the bank balance was \$5,057,000. Of the bank balance, \$250,000 was covered by federal depository insurance and \$4,807,000 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

C. LONG-TERM DEBT

Changes in long-term liabilities for the municipal financial reporting entity for the year ended December 31, 2019, were as follows:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions/ payments</u>	<u>Balance end of year</u>	<u>Interest paid</u>
General obligation bonds:					
Public service improvements issued November 26, 2007 in the amount of \$366,709 at interest rates of 4.80% to 5.75% maturing September 1, 2023	\$ 165,000	\$ -	\$ 165,000	\$ -	\$ 11,644
Refunding issued October 13, 2016 in the amount of \$1,315,000 at interest rates of 0.90% to 3.00% maturing September 1, 2031	815,000	-	150,000	665,000	15,150
Sewer improvements issued September 26, 2013 in the amount of \$525,000 at interest rates of 0.90% to 4.40% maturing September 1, 2034	<u>475,000</u>	<u>-</u>	<u>20,000</u>	<u>455,000</u>	<u>18,260</u>
Total general obligation bonds	<u>1,455,000</u>	<u>-</u>	<u>335,000</u>	<u>1,120,000</u>	<u>45,054</u>
Revenue bonds:					
Public Building Commission refunding revenue bonds issued November 14, 2016 in the amount of \$1,955,000 at interest rates of 1.20% to 2.80% maturing December 1, 2026	<u>1,590,000</u>	<u>-</u>	<u>185,000</u>	<u>1,405,000</u>	<u>35,475</u>
Loans:					
KDOT – Highway improvement issued March 1, 2010 in the amount of \$184,940 at interest rate of 3.68% maturing August 1, 2029	<u>116,739</u>	<u>-</u>	<u>8,840</u>	<u>107,899</u>	<u>2,148</u>

C. LONG-TERM DEBT (CONTINUED)

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions/ payments</u>	<u>Balance end of year</u>	<u>Interest paid</u>
Capital Lease:					
FNB – Street sweeper					
Issued July 25, 2017					
In the amount of \$157,035					
At interest rate of 3.50%					
Maturing July 15, 2022	\$ 115,225	\$ -	\$ 33,303	\$ 81,922	\$ 3,847
FNB – Vac Truck					
Issued August 20, 2019					
In the amount of \$309,521					
At interest rate of 4.00%					
Maturing August 20, 2024	-	309,521	23,472	286,049	5,033
Total capital leases	115,225	309,521	56,775	367,971	8,880
Total long-term debt	<u>\$3,276,964</u>	<u>\$ 309,521</u>	<u>\$ 585,615</u>	<u>\$3,000,870</u>	<u>\$ 91,557</u>

Current maturities of general obligation bonds and interest for the next five years and in five-year increments through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2020	\$ 170,000	\$ 31,170	\$ 201,170
2021	65,000	28,720	93,720
2022	70,000	27,420	97,420
2023	75,000	25,970	100,970
2024	75,000	24,275	99,275
2025-2029	390,000	89,200	479,200
2030-2034	275,000	27,600	302,600
Total	<u>\$ 1,120,000</u>	<u>\$ 254,355</u>	<u>\$ 1,374,355</u>

Current maturities of revenue bonds and interest for the next five years and through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2020	\$ 190,000	\$ 32,515	\$ 222,515
2021	190,000	29,095	219,095
2022	195,000	25,295	220,295
2023	200,000	21,103	221,103
2024	205,000	16,503	221,503
2025-2026	425,000	17,500	442,500
Total	<u>\$ 1,405,000</u>	<u>\$ 142,011</u>	<u>\$ 1,547,011</u>

C. LONG-TERM DEBT (CONTINUED)

Current maturities of utility loans and interest for the next five years and in five-year increments through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2020	\$ 9,139	\$ 3,977	\$ 13,116
2021	9,475	3,641	13,116
2022	9,824	3,292	13,116
2023	10,186	2,931	13,117
2024	10,560	2,556	13,116
2025-2029	<u>58,715</u>	<u>6,656</u>	<u>65,371</u>
Total	<u>\$ 107,899</u>	<u>\$ 23,053</u>	<u>\$ 130,952</u>

Current maturities of capital leases and interest through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2020	\$ 135,013	\$ 12,239	\$ 147,252
2021	60,191	8,221	68,412
2022	62,643	5,769	68,412
2023	65,195	3,217	68,412
2024	<u>44,929</u>	<u>679</u>	<u>45,608</u>
Total	<u>\$ 367,971</u>	<u>\$ 30,125</u>	<u>\$ 398,096</u>

D. INTERFUND TRANSACTIONS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory authority</u>
General	Capital improvement	\$ 175,000	K.S.A. 12-1,118
Light enterprise	Equipment reserve	200,000	K.S.A. 12-825d
Water enterprise	Equipment reserve	50,000	K.S.A. 12-825d
Water enterprise	Capital improvement	50,000	K.S.A. 12-825d
Water enterprise	Bond and interest	104,365	K.S.A. 12-825d
Sewer enterprise	Sewer plant replacement	<u>63,600</u>	K.S.A. 12-825d
		<u>\$ 642,965</u>	

Transfers to the related municipal entity were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>
Library	Cimarron City Library	\$ 183,754
General	Cimarron City Library	<u>7,577</u>
		<u>\$ 191,331</u>

E. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other Post-Employment Benefits. As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the City under this program.

Death and Disability Other Post-Employment Benefits. As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% and contributions were \$6,632 for the year ended December 31, 2019.

Section 125 Plan. The City offers a Section 125 flexible benefit plan to all eligible employees. It is used for medical insurance premiums, unreimbursed medical expenses, and childcare expenses. The plan is administered by the health insurance provider. The City withholds the amounts from the employee's paychecks and remits the withholding to the plan administrator.

Compensated Absences. Full-time employees accumulate sick leave at the rate of one day per month beginning at the end of the first month of employment. Sick leave that is unused at year-end may be carried over to the next year up to a limit of sixty days. Full-time employees who have worked at least one year receive two weeks of vacation, and those who have worked five years or more receive three weeks. After fifteen years of service, employees receive four weeks of vacation. Employees are allowed to carry over five days of unused vacation to the following year.

F. DEFINED BENEFIT PENSION PLAN

General Information About the Pension Plan

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by the City and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

F. DEFINED BENEFIT PENSION PLAN (CONTINUED)

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.89% for KPERS for the fiscal year ended December 31, 2019. Contributions to the pension plan from the City were \$58,954 for the year ended December 31, 2019.

Net Pension Liability

At December 31, 2019, the City's proportionate share of the collective net pension liability reported by KPERS was \$481,101. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

G. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City purchases commercial insurance to cover these risks. There have been no significant reductions in coverage from the prior year. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

H. SUBSEQUENT EVENTS

Management has evaluated subsequent events through September 22, 2020, the date on which the financial statement was available to be used. Management's evaluation concluded that the following subsequent event is required to be recognized or disclosed in the financial statement:

In recent months, the coronavirus (COVID-19) outbreak in the United States has resulted in reduced customer traffic and the temporary closure of operating hours for our offices. There is unprecedented uncertainty surrounding the duration of the pandemic, its potential economic ramifications, and any government actions to mitigate them. Accordingly, while management cannot quantify the financial and other impact to the City as of the date of this report, management believes that a material impact on the City's financial position and results of future operations is reasonably possible.

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF CIMARRON, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019

<u>Fund</u>	<u>Certified budget</u>	<u>Adjustment for qualifying budget credits</u>	<u>Total budget for comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General fund	\$ 1,543,245	\$ -	\$ 1,543,245	\$ 1,190,921	\$ 352,324
Special purpose funds:					
Library	191,380	-	191,380	183,846	7,534
Special park and recreation	3,000	-	3,000	-	3,000
Special highway	127,117	-	127,117	35,402	91,715
Transient guest tax	52,500	-	52,500	-	52,500
PBC sales tax	536,475	-	536,475	220,475	316,000
Bond and interest fund:					
Bond and interest	416,398	-	416,398	380,054	36,344
Business funds:					
Light enterprise	2,300,000	-	2,300,000	1,738,786	561,214
Water enterprise	734,365	-	734,365	486,470	247,895
Trash enterprise	400,000	-	400,000	278,984	121,016
Sewer enterprise	465,000	-	465,000	155,921	309,079
Total	<u>\$ 6,769,480</u>	<u>\$ -</u>	<u>\$ 6,769,480</u>	<u>\$ 4,670,859</u>	<u>\$ 2,098,621</u>

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		
	2018	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem tax	\$ 585,246	\$ 634,276	\$ 614,402	\$ 19,874
Delinquent tax	4,303	9,165	3,000	6,165
Vehicle tax	122,064	148,154	130,566	17,588
Shared receipts:				
Local alcohol liquor fund	1,344	4,458	-	4,458
Local sales tax	216,530	214,751	175,000	39,751
State of Kansas - connecting link	23,490	31,341	15,000	16,341
Licenses, permits and fees:				
Franchise fees	48,976	47,896	35,000	12,896
Other licenses, permits and fees	9,800	4,725	2,000	2,725
Fines, forfeitures and penalties:				
Fines - police	73,767	42,078	60,000	(17,922)
Other fines, forfeitures and penalties	140	-	-	-
Charges for services:				
Swimming pool	47,421	47,799	35,000	12,799
Interest on idle funds	12,597	19,047	450	18,597
Other:				
Rent	2,388	1,943	2,000	(57)
Recreation sponsor fees	3,850	4,650	2,000	2,650
Miscellaneous	35,061	29,249	10,000	19,249
Transfer from sewer enterprise fund	-	-	80,000	(80,000)
Neighborhood revitalization rebate	(23,745)	(29,686)	(28,949)	(737)
Total receipts	1,163,232	1,209,846	\$ 1,135,469	\$ 74,377
Expenditures:				
General government:				
General administration:				
Personal services	41,828	42,012	\$ 50,000	\$ 7,988
Contractual services	96,904	98,377	102,000	3,623
Commodities	40,548	37,326	50,000	12,674
Capital outlay	-	62	-	(62)
Subtotal	179,280	177,777	202,000	24,223
Employee benefits:				
Health and life insurance	22,502	23,163	47,000	23,837
Payroll taxes and benefits	40,110	48,980	50,800	1,820
Subtotal	62,612	72,143	97,800	25,657
Total general government	241,892	249,920	299,800	49,880

CITY OF CIMARRON, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		
	2018	Actual	Budget	Variance favorable (unfavorable)
Public safety:				
Police department:				
Personal services	\$ 4,800	\$ 4,800	\$ 4,000	\$ (800)
Contractual services	186,431	170,987	210,000	39,013
Commodities	-	807	-	(807)
Subtotal	191,231	176,594	214,000	37,406
Fire department:				
Personal services	3,653	3,248	7,000	3,752
Contractual services	1,811	8,218	500	(7,718)
Commodities	260	186	2,000	1,814
Capital outlay	-	6,383	500	(5,883)
Reimbursed expenditures	(8,550)	(9,750)	-	9,750
Subtotal	(2,826)	8,285	10,000	1,715
Total public safety	188,405	184,879	224,000	39,121
Public works:				
Street and alley:				
Contractual services	138,351	104,255	130,000	25,745
Commodities	35,652	45,203	106,000	60,797
Capital outlay	34,361	37,344	20,000	(17,344)
Subtotal	208,364	186,802	256,000	69,198
Airport:				
Contractual services	5,000	3,290	28,000	24,710
Commodities	999	1,019	1,000	(19)
Capital outlay	-	-	1,000	1,000
Subtotal	5,999	4,309	30,000	25,691
Total public works	214,363	191,111	286,000	94,889
Culture and recreation:				
Park department:				
Personal services	45,235	50,047	49,000	(1,047)
Contractual services	2,282	653	15,000	14,347
Commodities	5,827	8,722	13,000	4,278
Capital outlay	-	-	3,000	3,000
Subtotal	53,344	59,422	80,000	20,578

CITY OF CIMARRON, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Culture and recreation (continued):				
Recreation department:				
Personal services	\$ 1,328	\$ 3,099	\$ 20,000	\$ 16,901
Contractual services	5,716	5,085	7,500	2,415
Commodities	24,047	9,540	15,000	5,460
Capital outlay	510	1,979	7,500	5,521
Appropriation to recreation	5,000	5,000	5,000	-
Subtotal	36,601	24,703	55,000	30,297
Golf course:				
Appropriation to Cimarron Golf Club	167,000	182,000	182,000	-
Swimming pool:				
Personal services	49,560	44,211	50,000	5,789
Contractual services	4,247	6,122	10,000	3,878
Commodities	22,852	23,009	25,000	1,991
Capital outlay	-	922	-	(922)
Subtotal	76,659	74,264	85,000	10,736
Economic development:				
Personal services	32,988	33,782	50,000	16,218
Contractual services	5,206	7,975	5,000	(2,975)
Commodities	240	288	5,000	4,712
Capital outlay	-	-	5,000	5,000
Subtotal	38,434	42,045	65,000	22,955
Total culture and recreation	372,038	382,434	467,000	84,566
Transfers:				
Capital improvement	175,000	175,000	125,000	(50,000)
Equipment reserve	-	-	134,000	134,000
Total transfers	175,000	175,000	259,000	84,000
Transfer to related municipal entity:				
Cimarron City Library	5,650	7,577	7,445	(132)
Total expenditures	1,197,348	1,190,921	\$ 1,543,245	\$ 352,324
Receipts over (under) expenditures	(34,116)	18,925		
Unencumbered cash, beginning of year	694,081	659,965	\$ 407,776	\$ 252,189
Unencumbered cash, end of year	\$ 659,965	\$ 678,890		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

LIBRARY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem tax	\$ 139,258	\$ 161,767	\$ 156,798	\$ 4,969
Delinquent tax	1,015	2,200	500	1,700
Vehicle tax	28,435	35,086	31,068	4,018
Neighborhood revitalization rebate	(5,650)	(7,577)	(7,390)	(187)
Total receipts	163,058	191,476	\$ 180,976	\$ 10,500
Expenditures:				
Culture and recreation	66	92	\$ -	\$ (92)
Transfer to related municipal entity	167,000	183,754	191,380	7,626
Total expenditures	167,066	183,846	\$ 191,380	\$ 7,534
Receipts over (under) expenditures	(4,008)	7,630		
Unencumbered cash, beginning of year	14,743	10,735	\$ 10,404	\$ 331
Unencumbered cash, end of year	\$ 10,735	\$ 18,365		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

SPECIAL PARK AND RECREATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019

(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance favorable (unfavorable)
	2018	Actual	Budget	
Receipts:				
Shared receipts:				
Local alcohol liquor fund	\$ 1,344	\$ 4,458	\$ 2,000	\$ 2,458
Expenditures:				
Culture and recreation:				
Contractual services	-	-	\$ 1,000	\$ 1,000
Commodities	-	-	1,000	1,000
Capital outlay	-	-	1,000	1,000
Total expenditures	-	-	\$ 3,000	\$ 3,000
Receipts over (under) expenditures	1,344	4,458		
Unencumbered cash, beginning of year	-	1,344	\$ 1,000	\$ 344
Unencumbered cash, end of year	\$ 1,344	\$ 5,802		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

SPECIAL HIGHWAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Shared receipts:				
State of Kansas - gas tax	\$ 60,008	\$ 60,280	\$ 60,240	\$ 40
Interest on idle funds	783	2,234	-	2,234
Total receipts	60,791	62,514	\$ 60,240	\$ 2,274
Expenditures:				
Public works:				
Contractual services	-	-	\$ 64,000	\$ 64,000
Commodities	81,371	24,414	50,000	25,586
Debt service:				
Principal	8,526	8,840	8,815	(25)
Interest and commissions	6,758	2,148	4,302	2,154
Total expenditures	96,655	35,402	\$ 127,117	\$ 91,715
Receipts over (under) expenditures	(35,864)	27,112		
Unencumbered cash, beginning of year	120,647	84,783	\$ 67,550	\$ 17,233
Unencumbered cash, end of year	\$ 84,783	\$ 111,895	\$ 673	\$ 111,222

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

TRANSIENT GUEST TAX

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Shared receipts:				
Transient guest tax	\$ 6,820	\$ 7,549	\$ 10,000	\$ (2,451)
Interest on idle funds	215	1,279	-	1,279
Total receipts	7,035	8,828	\$ 10,000	\$ (1,172)
Expenditures:				
Community services:				
Contractual services	-	-	\$ 15,000	\$ 15,000
Commodities	-	-	15,000	15,000
Capital outlay	-	-	22,500	22,500
Total expenditures	-	-	\$ 52,500	\$ 52,500
Receipts over (under) expenditures	7,035	8,828		
Unencumbered cash, beginning of year	32,710	39,745	\$ 42,710	\$ (2,965)
Unencumbered cash, end of year	\$ 39,745	\$ 48,573	\$ 210	\$ 48,363

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

PBC SALES TAX FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Shared receipts:				
Sales tax	\$ 300,634	\$ 318,884	\$ 275,000	\$ 43,884
Interest on idle funds	2,276	6,692	-	6,692
Total receipts	302,910	325,576	\$ 275,000	\$ 50,576
Expenditures:				
Culture and recreation:				
Capital outlay	-	-	\$ 315,000	\$ 315,000
Debt service:				
Principal	185,000	185,000	185,000	-
Interest	38,065	35,475	35,475	-
Commissions	-	-	1,000	1,000
Total expenditures	223,065	220,475	\$ 536,475	\$ 316,000
Receipts over (under) expenditures	79,845	105,101		
Unencumbered cash, beginning of year	270,506	350,351	\$ 262,440	\$ 87,911
Unencumbered cash, end of year	\$ 350,351	\$ 455,452	\$ 965	\$ 454,487

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2019

	Special park donation	Recreation committee
Receipts:		
Donations	\$ 9,814	\$ 5,500
Interest on idle funds	-	445
State aid	-	-
Grant proceeds	-	-
Debt proceeds	-	-
Miscellaneous	-	-
Transfers	-	-
	<hr/>	<hr/>
Total receipts	9,814	5,945
	<hr/>	<hr/>
Expenditures:		
Contractual services	-	1,590
Commodities	-	-
Capital outlay	-	-
	<hr/>	<hr/>
Total expenditures	-	1,590
	<hr/>	<hr/>
Receipts over (under) expenditures	9,814	4,355
Unencumbered cash, beginning of year	5,227	25,439
	<hr/>	<hr/>
Unencumbered cash, end of year	\$ 15,041	\$ 29,794
	<hr/>	<hr/>

See Independent Auditor's Report.

<u>Community foundation</u>	<u>Equipment reserve</u>	<u>Capital improvement</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 15,314
-	7,800	5,552	13,797
-	-	10,786	10,786
635	-	27,095	27,730
-	309,521	-	309,521
-	67,225	6,631	73,856
-	250,000	225,000	475,000
<u>635</u>	<u>634,546</u>	<u>275,064</u>	<u>926,004</u>
-	-	-	1,590
81	-	14,844	14,925
-	484,510	97,176	581,686
<u>81</u>	<u>484,510</u>	<u>112,020</u>	<u>598,201</u>
554	150,036	163,044	327,803
<u>140</u>	<u>535,324</u>	<u>503,509</u>	<u>1,069,639</u>
<u>\$ 694</u>	<u>\$ 685,360</u>	<u>\$ 666,553</u>	<u>\$ 1,397,442</u>

CITY OF CIMARRON, KANSAS

BOND AND INTEREST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem tax	\$ 55,308	\$ 42,981	\$ 41,503	\$ 1,478
Delinquent tax	372	810	250	560
Vehicle tax	8,731	13,233	12,344	889
Special assessments	188,561	103,309	120,000	(16,691)
Interest on idle funds	858	2,241	-	2,241
Transfers:				
Water enterprise	107,128	104,365	104,365	-
Neighborhood revitalization rebate	(2,245)	(2,003)	(1,953)	(50)
Total receipts	<u>358,713</u>	<u>264,936</u>	<u>\$ 276,509</u>	<u>\$ (11,573)</u>
Expenditures:				
Debt service:				
Principal	300,000	335,000	\$ 200,000	\$ (135,000)
Interest and commissions	47,753	45,054	42,898	(2,156)
Cash basis reserve	-	-	173,500	173,500
Total expenditures	<u>347,753</u>	<u>380,054</u>	<u>\$ 416,398</u>	<u>\$ 36,344</u>
Receipts over (under) expenditures	10,960	(115,118)		
Unencumbered cash, beginning of year	<u>135,592</u>	<u>146,552</u>	<u>\$ 139,889</u>	<u>\$ 6,663</u>
Unencumbered cash, end of year	<u>\$ 146,552</u>	<u>\$ 31,434</u>		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS**PEARL LUTHER ENDOWMENT FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS**

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

	<u>2018</u>	<u>2019</u>
Receipts:		
Interest on idle funds	\$ 233	\$ 341
Expenditures	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	233	341
Unencumbered cash, beginning of year	<u>21,343</u>	<u>21,576</u>
Unencumbered cash, end of year	<u><u>\$ 21,576</u></u>	<u><u>\$ 21,917</u></u>

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

LIGHT ENTERPRISE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Sales	\$ 1,583,417	\$ 1,722,755	\$ 1,800,000	\$ (77,245)
Interest on idle funds	9,980	16,956	-	16,956
Total receipts	<u>1,593,397</u>	<u>1,739,711</u>	<u>\$ 1,800,000</u>	<u>\$ (60,289)</u>
Expenditures:				
Public works:				
Personal services	341,334	380,881	\$ 400,000	\$ 19,119
Contractual services	126,824	131,533	200,000	68,467
Commodities	926,616	1,027,606	1,500,000	472,394
Capital outlay	467	-	-	-
Reimbursed expenditures	482	(11,234)	-	11,234
Debt service:				
Principal	-	8,238	-	(8,238)
Interest	-	1,762	-	(1,762)
Transfers:				
Capital improvement	-	-	100,000	100,000
Equipment reserve	<u>175,000</u>	<u>200,000</u>	<u>100,000</u>	<u>(100,000)</u>
Total expenditures	<u>1,570,723</u>	<u>1,738,786</u>	<u>\$ 2,300,000</u>	<u>\$ 561,214</u>
Receipts over (under) expenditures	22,674	925		
Unencumbered cash, beginning of year	<u>609,001</u>	<u>631,675</u>	<u>\$ 501,001</u>	<u>\$ 130,674</u>
Unencumbered cash, end of year	<u>\$ 631,675</u>	<u>\$ 632,600</u>	<u>\$ 1,001</u>	<u>\$ 631,599</u>

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

WATER ENTERPRISE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Sales	\$ 473,875	\$ 462,484	\$ 460,000	\$ 2,484
Interest on idle funds	8,872	12,878	-	12,878
Total receipts	482,747	475,362	\$ 460,000	\$ 15,362
Expenditures:				
Public works:				
Personal services	74,046	70,552	\$ 180,000	\$ 109,448
Contractual services	64,235	132,050	100,000	(32,050)
Commodities	67,370	69,503	100,000	30,497
Capital outlay	467	-	50,000	50,000
Debt service:				
Principal	-	8,238	-	(8,238)
Interest and commissions	-	1,762	-	(1,762)
Transfers:				
Bond and interest	107,128	104,365	104,365	-
Equipment reserve	25,000	50,000	100,000	50,000
Capital improvement	125,000	50,000	100,000	50,000
Total expenditures	463,246	486,470	\$ 734,365	\$ 247,895
Receipts over (under) expenditures	19,501	(11,108)		
Unencumbered cash, beginning of year	534,286	553,787	\$ 277,158	\$ 276,629
Unencumbered cash, end of year	\$ 553,787	\$ 542,679	\$ 2,793	\$ 539,886

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

TRASH ENTERPRISE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Sales	\$ 313,420	\$ 273,155	\$ 325,000	\$ (51,845)
Interest on idle funds	1,406	4,623	-	4,623
Total receipts	314,826	277,778	\$ 325,000	\$ (47,222)
Expenditures:				
Public works:				
Contractual services	264,540	278,882	\$ 280,000	\$ 1,118
Commodities	510	102	20,000	19,898
Transfers:				
Equipment reserve	-	-	50,000	50,000
Capital improvement	-	-	50,000	50,000
Total expenditures	265,050	278,984	\$ 400,000	\$ 121,016
Receipts over (under) expenditures	49,776	(1,206)		
Unencumbered cash, beginning of year	170,834	220,610	\$ 84,834	\$ 135,776
Unencumbered cash, end of year	\$ 220,610	\$ 219,404	\$ 9,834	\$ 209,570

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

SEWER ENTERPRISE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Sales	\$ 233,936	\$ 231,470	\$ 220,000	\$ 11,470
Interest on idle funds	1,968	6,830	-	6,830
Total receipts	235,904	238,300	\$ 220,000	\$ 18,300
Expenditures:				
Public works:				
Personal services	72,195	35,743	\$ 100,000	\$ 64,257
Contractual services	35,313	33,288	55,000	21,712
Commodities	23,375	14,785	25,000	10,215
Capital outlay	10,974	-	105,000	105,000
Debt service:				
Principal	68	6,995	-	(6,995)
Interest and commissions	-	1,510	-	(1,510)
Transfers:				
General	-	-	80,000	80,000
Sewer plant replacement	63,600	63,600	100,000	36,400
Total expenditures	205,525	155,921	\$ 465,000	\$ 309,079
Receipts over (under) expenditures	30,379	82,379		
Unencumbered cash, beginning of year	272,657	303,036	\$ 254,657	\$ 48,379
Unencumbered cash, end of year	\$ 303,036	\$ 385,415	\$ 9,657	\$ 375,758

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS**SEWER PLANT REPLACEMENT FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS**

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

	<u>2018</u>	<u>2019</u>
Receipts:		
Transfers:		
Sewer enterprise	\$ 63,600	\$ 63,600
Expenditures	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	63,600	63,600
Unencumbered cash, beginning of year	<u>74,531</u>	<u>138,131</u>
Unencumbered cash, end of year	<u>\$ 138,131</u>	<u>\$ 201,731</u>

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS**CIMARRON CITY LIBRARY
(A RELATED MUNICIPAL ENTITY)****SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS**

For the Year Ended December 31, 2019

	General	Special purpose State aid	Total
Receipts:			
Transfers from City of Cimarron	\$ 191,331	\$ -	\$ 191,331
Gray County Library Board	16,900	-	16,900
State of Kansas	151	624	775
Grants	11,680	-	11,680
Fines, photocopies and other charges	1,465	-	1,465
Donations and memorials	4,172	-	4,172
Interest	553	-	553
Rent	340	-	340
Program income	9,613	-	9,613
Other	6,730	-	6,730
Total receipts	242,935	624	243,559
Expenditures:			
Salaries and payroll taxes	157,986	-	157,986
Books and periodicals	13,460	-	13,460
Supplies	5,825	-	5,825
Audios and videos	3,614	1,122	4,736
Computer software	596	-	596
Utilities	9,388	-	9,388
Repairs and maintenance	9,298	-	9,298
Dues and contracts	12,733	-	12,733
Contractual services	6,890	-	6,890
Capital outlay	3,712	-	3,712
Grant/program expense	15,854	-	15,854
Miscellaneous	342	-	342
Total expenditures	239,698	1,122	240,820
Receipts over (under) expenditures	3,237	(498)	2,739
Unencumbered cash, beginning of year	124,225	498	124,723
Unencumbered cash, end of year	\$ 127,462	\$ -	\$ 127,462

See Independent Auditor's Report.